

Department of Revenue

# Racing Commission

## Mission

The Racing Commission regulates and supervises live and simulcast horse and dog racing, as well as administers and promotes the thoroughbred and greyhound breeding development funds.

## Operations

### *Racing Commission Members*

- Formulate policy and directions, and conduct appeal hearings.

### *Administration*

- Prepare all reports (including budgets, annual reports, and accounting reports), and oversee personnel.

### *Administration and Promotion*

- Breed thoroughbred and greyhounds in West Virginia that will eventually run at racetracks.
- Oversee all breeding, foaling or whelping, and raising of thoroughbreds and greyhounds.

### *Auditing*

- Ascertain compliance of licensees with all state and federal pari-mutuel rules, laws, and taxes.
- Review and audit financial records of licensees (racetracks).

### *Supervision*

- Supervise and regulate the conducting of races (from preparation to all the participants therein, including persons, horses, and dogs).
- Ascertain compliance in every detail (directly and indirectly) pertaining to the laws and rules relating to racing.

## Recommended Improvements

- ✓ Additional spending authority of \$280,000 for additional veterinarians at thoroughbred racetracks.

*Racing Commission*  
**Expenditures**

	<b>TOTAL FTE POSITIONS 11/30/2005</b>	<b>ACTUALS FY 2005</b>	<b>BUDGETED FY 2006</b>	<b>REQUESTED FY 2007</b>	<b>GOVERNOR'S RECOMMENDATION</b>
<b>EXPENDITURE BY PROGRAM</b>					
Administration and Promotion	2.00	\$88,911	\$133,439	\$131,312	
Administration and Promotion and Education	0.00	50,792	61,425	61,425	
General Administration	34.50	2,053,663	2,664,006	2,629,978	
Medical Account	0.00	0	57,000	57,000	
<b>TOTAL BY PROGRAM</b>	<b>36.50</b>	<b>2,193,366</b>	<b>2,915,870</b>	<b>2,879,715</b>	<b>3,195,870</b>
<b>EXPENDITURE BY FUND</b>					
<b>General Fund</b>					
FTE Positions		0.00	0.00	0.00	0.00
Total Personal Services		0	0	0	0
Employee Benefits		0	0	0	0
Other Expenses		0	0	0	0
Less: Reappropriated		0	0	0	0
<b>Subtotal: General Fund</b>		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Federal Fund</b>					
FTE Positions		0.00	0.00	0.00	0.00
Total Personal Services		0	0	0	0
Employee Benefits		0	0	0	0
Other Expenses		0	0	0	0
<b>Subtotal: Federal Fund</b>		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Appropriated Special Fund</b>					
FTE Positions		36.00	36.50	36.00	36.00
Total Personal Services		1,403,394	1,888,294	1,857,694	2,138,294
Employee Benefits		417,895	488,707	483,207	518,762
Other Expenses		372,077	538,869	538,814	538,814
Less: Reappropriated		0	0	0	0
<b>Subtotal: Appropriated Special Fund</b>		<b>2,193,366</b>	<b>2,915,870</b>	<b>2,879,715</b>	<b>3,195,870</b>
<b>Nonappropriated Special Fund</b>					
FTE Positions		0.00	0.00	0.00	0.00
Total Personal Services		0	0	0	0
Employee Benefits		0	0	0	0
Other Expenses		0	0	0	0
<b>Subtotal: Nonappropriated Special Fund</b>		<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL FTE POSITIONS BY FUND</b>	<b>36.00</b>	<b>36.50</b>	<b>36.00</b>	<b>36.00</b>	<b>36.00</b>
<b>TOTAL EXPENDITURES BY FUND</b>		<b>\$2,193,366</b>	<b>\$2,915,870</b>	<b>\$2,879,715</b>	<b>\$3,195,870</b>

# Programs

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## Administration

### Mission

The mission of Administration is to regulate and supervise live and simulcast races; pari-mutuel wagering; and all persons, thoroughbreds, and greyhounds therein.

### Goals/Objectives

- Complete the annual report in a timely and efficient manner.
- Ensure that all persons working at the racetracks hold occupational permits.
- Prepare the financial records for the annual, outside, independent audit to meet CAFR requirements.
- Audit the \$700 million in pari-mutuel wagering to ascertain compliance with applicable statutes and rules.
- Test approximately 10,000 thoroughbreds and greyhounds for illegal medications.

### Performance Measures

<u>Fiscal Year</u>	<u>Actual</u> <u>2003</u>	<u>Actual</u> <u>2004</u>	<u>Estimated</u> <u>2005</u>	<u>Actual</u> <u>2005</u>	<u>Estimated</u> <u>2006</u>	<u>Estimated</u> <u>2007</u>
Live and simulcast races regulated and supervised	62,340	63,877	N/A	64,222	65,000	65,000

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## Medical Account

### Mission

The mission of the Medical Account is to provide hospitalization, medical care, and funeral expenses occasioned by injuries or death resulting from an accident sustained by any occupational permit holder while in the discharge of duties under the jurisdiction of the Racing Commission.

### Goals/Objectives

- Inform the more than 3,000 occupational permit holders of the fund available to any of them who have no type of insurance that this account is available for assistance.
- Make the occupational permit holders aware of the criteria to be met in order to be eligible to receive benefit from the fund.
- Ensure that all claims for benefits are valid with complete documentation before any funds are released.

### Performance Measures

- ✓ Successfully processed and evaluated all claims.

<u>Fiscal Year</u>	<u>Actual</u> <u>2003</u>	<u>Actual</u> <u>2004</u>	<u>Estimated</u> <u>2005</u>	<u>Actual</u> <u>2005</u>	<u>Estimated</u> <u>2006</u>	<u>Estimated</u> <u>2007</u>
Permit holder claims paid from this account	5	3	N/A	0	5	5

## West Virginia Greyhound Breeding Development Fund

### Mission

The mission of the West Virginia Greyhound Breeding Development Fund, (administration, promotion, and education) is to promote better breeding in West Virginia through awards and purses to resident owners of accredited West Virginia whelped greyhounds.

### Goals/Objectives

- Inspect at 40 different sites the whelping in West Virginia of all potential participation greyhounds— inspection must be done at or about whelping.
- Examine documents to confirm the West Virginia residency of all owners of the participating greyhounds.
- Confirm by inspection that the participating greyhounds whelped in West Virginia remain continuously in the state the first six months of their lives.
- Pay the monthly breeder awards on the fifteenth of each month for the previous month's racing results, as required by statute.
- Ensure that West Virginia residency requirements are met when acquiring or leasing a dam for breeding.

### Performance Measures

- ✓ Inspected 100% of greyhounds at or about whelping.
- ✓ Inspected 100% of greyhounds at the completion of six months of continuous residency in West Virginia.

<u>Fiscal Year</u>	<u>Actual 2003</u>	<u>Actual 2004</u>	<u>Estimated 2005</u>	<u>Actual 2005</u>	<u>Estimated 2006</u>	<u>Estimated 2007</u>
Greyhounds enrolled since 1989 fund inception (cumulative total)	1,000	1,700	N/A	1,700	2,000	2,400

## West Virginia Thoroughbred Development Fund

### Mission

The mission of the West Virginia Thoroughbred Development Fund (administration and promotion) is to promote better breeding and racing of thoroughbred horses in West Virginia through awards and purses for accredited breeders/raisers, sire owners, and thoroughbred race horse owners.

### Goals/Objectives

- Inspect for qualifying purposes the following:
  - \* that the thoroughbreds are foaled in West Virginia
  - \* that the mares of the foals are domiciled in West Virginia
  - \* that the sires are permanently domiciled in West Virginia as required by statute
- Confirm the West Virginia residency status of breeders in order for them to be eligible recipients of West Virginia Thoroughbred Development Fund breeder awards.
- Confirm that all accredited thoroughbreds are registered with the West Virginia Thoroughbred Breeders Association as required.
- Confirm that all sires are registered with the West Virginia Thoroughbred Breeders Association.
- Pay the annual awards on the fifteenth of February each year, based on the results of the races involving the participants of the West Virginia Thoroughbred Development Fund thoroughbreds.
- Expand the thoroughbred breeding industry to include a second racetrack.

## Racing Commission Programs

### Performance Measures

<u>Fiscal Year</u>	<u>Actual</u> <u>2003</u>	<u>Actual</u> <u>2004</u>	<u>Estimated</u> <u>2004</u>	<u>Actual</u> <u>2005</u>	<u>Estimated</u> <u>2006</u>	<u>Estimated</u> <u>2007</u>
Thoroughbreds enrolled since 1984 fund inception (cumulative total)	3,400	3,700	N/A	3,900	4,100	4,400